# Standard Financial Information Structure (SFIS) Overview

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# Current Financial Visibility Challenge

- **Services have unique fiscal codes and processes**



**AIR FORCE OPERATIONS AND MAINTENANCE**

| DEPT | FY | APPR | SYM | FC | FY | OAC | OBAN | PC/CC | BA | EEIC | ADSN | ESP | PE | FCC |
|------|----|------|-----|----|----|-----|------|-------|----|------|------|-----|----|----|
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**ARMY OPERATIONS AND MAINTENANCE**

| DEPT | FY | BSN | OA | ASN | AMSCO | EOR | MDEP | FCA | SDN | APC | UIC | FSN |
|------|----|-----|----|----|-------|-----|------|-----|-----|-----|-----|-----|
| 21 | 6 | 2020 | 57 | 3106 | 325796.BD | 26FB | QSUP | CA200 | GRE12340109003 | AB22 | W0RNAA | S34030 |

**NAVY/MARINE CORPS - GENERAL**

| DEPT | FY | APPN | SUBHEAD | OC | BCN | SUBALLOT | AAA | TTC | PAA | CC |
|------|----|------|---------|----|----|----------|-----|-----|-----|-----|
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- **Lack of financial data standards across the Services impedes the ability to analyze performance on an enterprise-wide basis**
- **There is no corporate general ledger with drill down capability to source systems**
- **There is no corporate repository for the aggregation of enterprise-wide financial information (result: continuous manual data calls)**

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**SFIS is the DoD's common business language that enables budgeting, performance based management, and the generation of financial statements.**

**SFIS Phase I focused on the data elements needed to support generation of the DoD financial statements.**

**The goal of Phase II and subsequent SFIS efforts is to define a common language that results in  an enterprise-wide cost Structure.**

**SFIS Webpage**
**http://www.dod.mil/dbt/sfis_resources.html**

**SFIS Library**
**http://www.dod.mil/dbt/SFIS_Library.html**

# SFIS Deployment Approaches

**SFIS deployment approaches:**

- **Legacy Accounting Systems**
    - Encompasses existing Component financial accounting systems
    - Utilizes a centralized cross-walk capability to translate accounting transaction data to SFIS compliant data
- **Business Feeder Systems**
    - Encompasses systems which create business transactions within DoD
        - Includes systems that create transactions such as travel orders, contracts, contract modifications, and certain types of invoices
    - Programs currently determining plans to achieve SFIS compliance
- **Target Accounting Systems**
    - Encompasses emerging environments, including ERP systems
    - SFIS compliance to be embedded directly in these target systems

**Legacy Accounting Systems:**

**Legacy Accounting Systems must comply with the Under Secretary of Defense (Comptroller) memorandum, "Standard Financial Information Structure (SFIS) Implementation Policy", dated August 4, 2005. This program must submit to its PCA and FM IRM NLT XXXX,**

**(1) an SFIS Compliance Plan which includes the following:**

**- An implementation meeting with the BEIS integrators or projected date of completion**

**- Identification of crosswalks to BEIS**

**- Interface plan or projected date of completion**

**(2) Verification that above information is consistent with information in the DoD Enterprise Transition Plan (ETP) or, if not consistent, when the ETP will be updated to reflect this information**

**Business Feeder Systems:**

**Business feeder systems must comply with the Under Secretary of Defense (Comptroller) memorandum, "Standard Financial Information Structure (SFIS) Implementation Policy" dated August 4, 2005.  This program must submit to the FM IRB via its PCA NLT XXXX:**

**(1) an SFIS Compliance Checklist for business feeder systems**

**(2) an SFIS Implementation Plan which includes the following:**

**- A list of systems being replaced and when (if applicable)**

**- List of interfaces with accounting systems (target and legacy)**

**- Full operational date(s) for interface(s) with target accounting system(s)**

**- List of data elements for which SFIS compliance is required (per the SFIS Compliance Checklist) and date compliance has been realized or is expected**

**(3) Verification that above information is consistent with information        in the DoD Enterprise Transition Plan (ETP) or, if not consistent,     when the ETP will be updated to reflect this information**

**Target Accounting Systems:**

**Target Accounting systems must comply with the Under Secretary of Defense (Comptroller) memorandum, "Standard Financial Information Structure (SFIS) Implementation Policy," August 4, 2005.  This program must submit to the program's PCA and FM IRB NLT XXXX,**

**(1) the results  of the independent third party assessment of FFMIA compliance or when you expect to have it ,**

**(2) an SFIS Compliance Checklist,**

**(3) an SFIS Implementation Plan that includes the following:**

**- An implementation meeting with the BTA Enterprise Integration Team or target date,**

**- List of interfaces with accounting/business feeder systems (target or legacy),**

**- A list of systems being replaced and when (if applicable)**

**SFIS Compliance Checklist) and date compliance has been realized or is expected,**

**(4) Verification that above information is consistent with information in the DoD Enterprise Transition Plan (ETP) or, if not consistent, when the ETP will be updated to reflect this information**

# Components of SFIS

**Appropriation Account Information -** Provides the fund structure that identifies the Treasury Appropriation Symbol/Treasury Appropriation Fund Symbol (TAS/TAFS) established by OMB and Treasury.

**Budget Program Information -** Provides the program structure and the object class structure with sufficient levels of detail to allow reporting for categories on which budget decisions are made.

**Organizational Information -** Establishes the organizational structure that identifies relationships between DoD organizations that share a common command and control structure.

**Transactional Information -** Satisfies the USSGL posting and reporting requirements by OMB and Treasury.

**Trading Partner Information -** Provides trading partner information to satisfy trading partner information exchange and intra-governmental elimination reporting requirements.

**Performance-Cost Accounting Information –** Enables performance-based management and addresses external requirements of GPRA/FASAB/OMB and CFO Act.

# SFIS Phase I – Data Elements

| Appropriation Account Information | Transactional Information | Trading Partner Information |
|---|---|---|
| Department Regular | Transaction Type | Federal/Non-Federal Indicator |
| Department Transfer | USSGL Account Number | Trading Partner Indicator |
| Main Account | Debit/Credit | Business Partner Number |
| Sub Account | Begin/End Indicator | |
| Apportionment Category | Transaction Effective Date | **Budget Program Information** |
| Receipt Indicator | Transaction Post Date | Budget Function/Sub-Function |
| Sub Classification | Transaction Amount | Budget Activity |
| Period of Availability | Allocation Unique Identifier | Budget Sub-Activity |
| Reimbursable Flag | Exchange/Non-Exchange Indicator | Budget Line Item |
| Fund Type | Custodial/Non-Custodial Indicator | Major Acquisition |
| Advance Flag | Foreign Currency Code | Object Class |
| Authority Type | Country Code | Contingency Code |
| Availability Time | Entity/Non-Entity Indicator | BEA Category Indicator |
| Borrowing Source | Covered/Un-Covered Indicator | |
| Definite Indefinite Flag | Current/Non-Current | **Cost Accounting Information** |
| Public Law Number | Demand Unique Identifier | Transaction Quantity |
| Program Report Code | Expense Type | Asset Type |
| TAFS Status | Revenue Type | Asset Unique ID |
| Year of Budget Authority | Liability Type | |
| Direct Transfer Agency | | |
| Direct Transfer Account | **Organizational Information** | |
| Transfer To From | Organization Unique Identifier | |
| Deficiency Flag | Agency Disbursing Identifier | |
| Availability Type | Agency Accounting Identifier | |
| Expiration Flag | | |
| Financing Account Indicator | | |

See http://www.dod.mil/dbt/sfis_resources.html  for definitions of all elements.

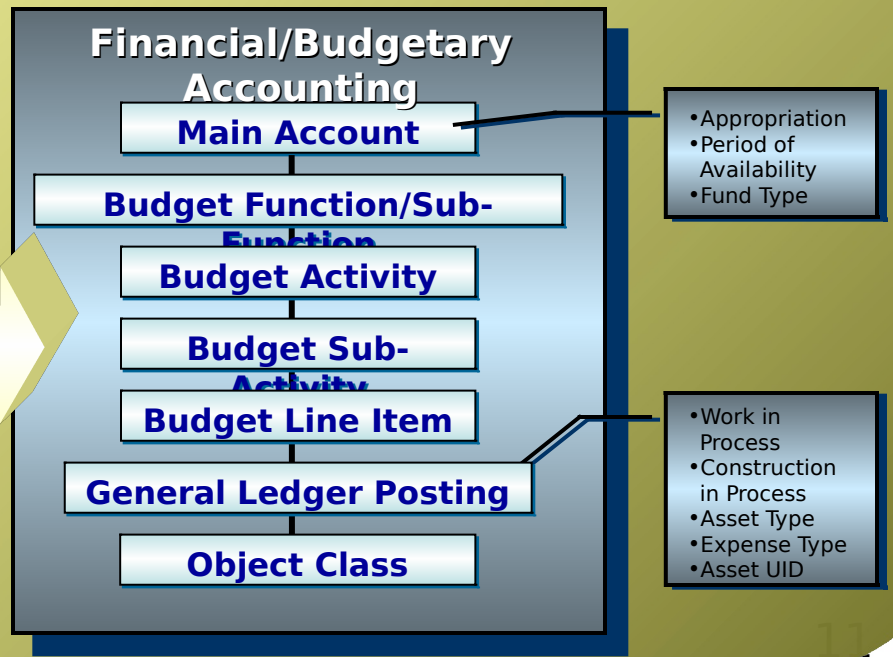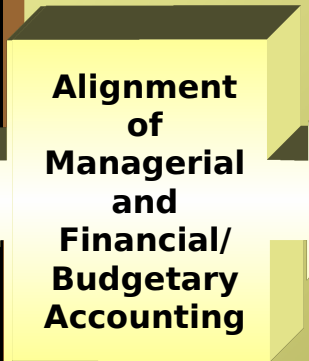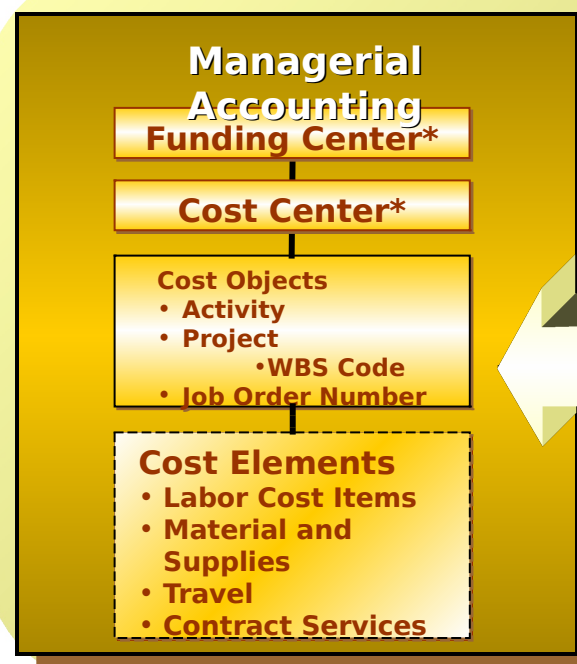See http://www.dod.mil/dbt/SFIS_Library.html for SFIS Library.

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New Elements & Definitions:

- **Program** - A DoD program is considered to be any grouping of resources, capabilities, functions and/or activities organized and managed to achieve a specified mission aimed to be of benefit outside of the program. A program clearly and logically contributes to or influences achievement of a strategic objective or other program mission.

- **Line of Business** - The Line of Business represent a functional business structure that includes all of the Departments major operations, for aggregations of budget, costs, and performance by major operations.

- **Responsibility Segment** - Once the OUID Registry and GFM Organization Server are fully populated, the Responsibility Segment will be nothing more than a high level aggregation of subordinate OUIDs (e.g. all Army Major Commands consolidated into the Army as a responsibility segment). In the interim environment, existing organization codes will be used.

SFIS Phase III Framework

MISSION

Strategic Goals

Performance Results

Responsibility Segment*

Responsibility Segment*

Performance Results

Line of Business 1

Line of Business 2

Line of Business n

Discrete Business Event

Discrete Business Event

Program A

Program B

Program Objective A

Program Objective B

Joint Capabilities 1, 2, n

**Managerial Accounting**

Funding Center*

Cost Center*

Cost Objects
• Activity
• Project
   •WBS Code
• Job Order Number

Cost Elements
• Labor Cost Items
• Material and Supplies
• Travel
• Contract Services

Alignment of Managerial and Financial/ Budgetary Accounting

**Financial/Budgetary Accounting**

Main Account

Budget Function/Sub-Function

Budget Activity

Budget Sub-Activity

Budget Line Item

General Ledger Posting

Object Class

•Appropriation
•Period of Availability
•Fund Type

•Work in Process
•Construction in Process
•Asset Type
•Expense Type
•Asset UID

* = Represents usage of SFIS Organization UID structure.

**What's been done?**

- **Phase 1 element definition 3Q05**
- **USD(C) Memo that provides three SFIS implementation approaches 4Q05**
- **Integrated in BEA 3.1 4Q05**
- **Regular Coordination with all Target Accounting systems**
- **SFIS forums and workshops 1Q06**
- **USSGL Transaction Library**
- **Compliance Checklist**
- **Phase II elements element definition 3Q06**
- **Integrated in BEA 4.0 4Q06**
- **Phase III governance board established 4Q06**

**Next 6-9 months**

- **Define Phase III cost structure by - 2Q07**
- **Implement Phase III requirements in BEA 4.1 - 2Q07**
- **Ongoing SFIS implementation support with Legacy, Feeder, and Target Accounting Systems**
- **Work with OMB FM LOB – Common Government-wide Accounting Code.**